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BEFORE THE ARIZONA CORPORATION COMMISSION
Anzona Corporation Commission 1 RECEIVED 2 **COMMISSIONERS** DOCKETED 3 GARY PIERCE - Chairman MAY 16 2017 7012 MAY 16 P 2: 49 **BOB STUMP** 4 SANDRA D. KENNEDY DOCKETED BY LE CORP COMMISSE PAUL NEWMAN DOCKET CONTROL 5 **BRENDA BURNS** 6 In the matter of: DOCKET NO. S-20837A-12-0061 7 OUT OF THE BLUE PROCESSORS, LLC. an Arizona limited liability company, d/b/a 8 Out of the Blue Processors II, LLC; and 9 MARK STEINER (CRD #1834102) and SHELLY STEINER, husband and wife, THIRD 10 PROCEDURAL ORDER Respondents. (Schedules Status Conference) 11 BY THE COMMISSION: 12 13 On February 22, 2012, the Securities Division ("Division") of the Arizona Corporation Commission ("Commission") filed a Temporary Order to Cease and Desist ("T.O.") and a Notice of 14 Opportunity for Hearing ("Notice") against Out of the Blue Processors, LLC ("OBP"), an Arizona 15 limited liability company dba Out of the Blue Processors II, LLC, and Mark Steiner and Shelly 16 Steiner, husband and wife, (collectively "Respondents"), in which the Division alleged multiple 17 violations of the Arizona Securities Act ("Act") in connection with the offer and sale of securities in 18 the form of certificates of interest or investment contracts. 19 Respondent spouse, Shelly Steiner, was joined in the action for the purpose of determining the 20 21 liability of the marital community pursuant to A.R.S. §44-2031(C). The Respondents were duly served with copies of the T.O. and Notice. 22 On March 14, 2012, Respondents filed a request for hearing in this matter. 23 24 On March 15, 2012, by Procedural Order, a pre-hearing conference was scheduled on April 25 12, 2012. On April 10, 2012, Respondents' counsel filed a Motion to Continue the pre-hearing

the end of the month. It was indicated that Division did not oppose the motion.

conference because his client was out of the country on business and was not expected to return until

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On April 11, 2012, by Procedural Order, the pre-hearing conference was continued to May 16, 2012.

On May 16, 2012, the Division and Respondents appeared with counsel. Counsel for the Division indicated that the parties are discussing the issues raised by the T.O. and Notice, and requested that a status conference be scheduled in approximately 60 days. Respondents agreed with the Division's request to schedule a status conference.

Accordingly, a status conference should be scheduled.

IT IS THEREFORE ORDERED that a status conference shall be held on July 19, 2012, at 9:30 a.m., at the Commission's offices, 1200 West Washington Street, Hearing Room No. 2, Phoenix, Arizona.

IT IS FURTHER ORDERED that the Division shall file a Motion to Vacate the status conference if a settlement is reached prior to the status conference.

IT IS FURTHER ORDERED that the Ex Parte Rule (A.A.C. R14-3-113-Unauthorized Communications) is in effect and shall remain in effect until the Commission's Decision in this matter is final and non-appealable.

IT IS FURTHER ORDERED that all parties must comply with Rules 31 and 38 of the Rules of the Arizona Supreme Court and A.R.S. § 40-243 with respect to the practice of law and admission *pro hac vice*.

IT IS FURTHER ORDERED that withdrawal or representation must be made in compliance with A.A.C. R14-3-104(E) and Rule 1.16 of the Rules of Professional Conduct (under Rule 42 of the Rules of the Arizona Supreme Court). Representation before the Commission includes appearances at all hearings and procedural conferences, as well as all Open Meetings for which the matter is scheduled for discussion, unless counsel has previously been granted permission to withdraw by the Administrative Law Judge or the Commission.

IT IS FURTHER ORDERED that the Presiding Administrative Law Judge may rescind, alter, 1 amend, or waive any portion of this Procedural Order either by subsequent Procedural Order or by 2 3 ruling at hearing. 4 day of May, 2012. DATED this 5 6 7 ADMINISTRATIVE LAW JUDGE 8 9 Copies of the foregoing mailed/delivered this //o/L day of May, 2012 to: 10 Arthur P. Allsworth 7501 North 16th Street, Suite 200 11 Phoenix, AZ 85020-4677 12 Attorney for Respondents 13 Matt Neubert, Director Securities Division 14 ARIZONA CORPORATION COMMISSION 1300 West Washington Street 15 Phoenix, AZ 85007 16 ARIZONA REPORTING SERVICE, INC. 2200 North Central Avenue, Suite 502 17 Phoenix, AZ 85004-1481 18 By: 19 Debra Broy Secretary to Mark E. Stern 20 21 22 23 24 25

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